Scott M. Matheson, Governor Temple A. Reynolds, Executive Director Cleon B. Feight, Division Director

4241 State Office Building • Salt Lake City, UT 84114 • 801-533-5771

July 2, 1982

REGISTERED RETURN RECEIPT REQUESTED PO5 7075299

Mr. Doug Cleghorn Geo Energy Resources P.O. Box 3523 ZGGGG Grand Junction, CO 81502

> RE: Blue Cap Mine (Little Joe) Cleghorn & Washburn Mining Co. ACT/037/030 San Juan County, Utah

Dear Mr. Cleghorn,

Joe Helfrich and I conducted an inspection of the Blue Cap (Little Joe) Mine on May 19, 1982. We met Mr. Jean Hemphill on site and he informed us of the mine's operational status.

The mine has not yet been permitted for operation by the Utah State Board of Oil, Gas and Mining, and a reclamation surety has not been filed. Form MR-1, which is enclosed, has been designed to facilitate permitting. It requests most of the information required by rule M-3 of the Mined Land Reclamation Act which was omitted from the original submittal by Mr. Lark Washburn. Please submit this form to the Division of Oil, Gas and Mining with all of the required information for review so that a permit may be expeditiously granted for mine operations to continue in acordance with state law.

A discharge of untreated mine water was observed during the May 19 inspection. This Division and the Department of State Health, Bureau of Water Pollution Control have an immediate concern with the water quality. If a recent analysis of the discharge is available, will you please submit a copy of the results to our office? If the discharge has not been sampled recently, (within the last year) please sample the discharge and forward a copy of the results to the Division. An indication of the rate of discharge is also required.

MR. DOUG CLEGHORN ACT/037/030 July 2, 1982 Page Two

Your prompt attention to these requirements is necessary. Please contact either Jim Smith, Coordinator Mined Land Development, Joe Helfrich, Field Supervisor, or myself if you have any questions regarding the above. Thank you for your cooperation.

Sincerely,

SANDY PRUITT

FIELD SPECIALIST

SP/tck

cc: Steve McNeal, State Health

enclosure